#### **PUBLIC VERSION**

Mr. R. Matthew Priest, Chairman
Committee for the Implementation of Textile Agreements
U.S. Department of Commerce
14<sup>th</sup> Street & Constitution Avenue, N.W.
Room H3100A
Washington, D.C. 20230

> Re: Request under the Commercial Availability Provision of the Dominican Republic-Central America-United States Free Trade Agreement Implementation Act

Denim Classifiable Under HTS Subheading 5209.42.00

Dear Mr. Priest:

On behalf of American Design Industries, Managua, Nicaragua, and pursuant to the provisions of Section 203(o)(4) of the Dominican Republic-Central American-United States Free Trade Agreement ("DR-CAFTA") Implementation Act ("the Act") and the Federal Register Notice of March 21, 2007 published by the Committee for the Implementation of Textile Agreements, we submit this request regarding a modification to the list of fabrics, yarns and fibers not available in commercial quantities in a timely manner in the countries of the Dominican Republic-Central America-United States Free Trade agreement, and request that the subject fabrics be placed on a timely basis on the list in Annex 3.25 of the Agreement.

### **DETAILED PRODUCT INFORMATION**

The fabric in question is denim classified under HTS subheading 5209.42.00 in which the complete fabric specifications are shown in the accompanying Attachment.

## **QUANTITY**

American Design Industries requires that \*\* linear meters of the subject fabrics, be delivered to its facility within \*\*. American Design Industries wishes to use the fabrics in Nicaragua for the production and subsequent export to the United States of apparel items.

#### **DUE DILIGENCE**

We have contacted all textile mills in the Cafta DR region known to us to make fabrics similar to the subject fabrics and listed in detail in the Otexa website. None has indicated an ability to or interest in supplying these fabrics. We also contacted the three associations representing the U.S. textile industry and neither they nor any of their extensive number of members has communicated to us any interest in supplying the subject fabrics. We contacted all US Suppliers under the OTEXA US Supplier directory website database for Apparel Fabrics in twill denim. We also sent inquiries to the national associations representing the textile industries

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of Guatemala, Honduras, Costa Rica, and Nicaragua, and received no expressions of ability or interest in supplying the subject fabrics.

The information below specifies the firms and associations that were contacted with regard to whether they could make the subject fabrics described in the Attachment. All communications were done via email.

## **Regional Industry Associations:**

## <u>ONE</u>

**Association:** Cateco, Costa Rica

Address: Apartado 1512 1002 Paseo de Estudiantes, San Jose, CR

(cateco@racsa.co.cr)

**Date Contacted:** March 24, 2009

Nature of Request: Contact information for members capable of producing subject

fabric (1A)

Follow up: March 26, 2009 Second request for information. (1B)

**Reply and Date:** No Reply

(Note: A diligent search has failed to identify any mill in Costa

Rica capable of making the subject fabrics.)

### TWO

**Association:** CNZFE, Consejo Nacional de Zona Francas de Exportacion **Address:** 5to Piso del Edificio San Rafael en la Av Leopoldo Navarro No.

61, Santo Domingo Dominican Republic

Luisa Fernandez Duran, Excecutive Director

(a.cnzfe@cnzfe.gov.do)

Mayra Tejada, Assistant Executive Director

(m.tejada@cnzfe.gov.do)

Daniel Liranzo, Executive Subdirector, (d.liranzo@cnzfe.gov.do)

Richard Benoit, Legal Advisor, (r.benoit@cnzfe.gov.do)

**Date Contacted:** March 24, 2009

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Nature of Request: Contact information for members capable of producing subject

fabric. (2A)

**Reply and Date:** All emails are not in service March 24, 2009 (2B) **Follow up:** Silvia Conchon, Promtion and International Business

s.cochon@cnzfe.gov.do (2C)

**Reply and Date:** Email is not in service March 24, 2009 (2D)

**Follow up:** Called OFFICIAL Phone Numbers in site (809) 686-8077

**Reply and Date:** Phone is not in service, March 24, 2009

**Follow up:** April 3, 2009 Listed phone numbers are not in service.

(Note: A diligent search has failed to identify any mill in

Dominican Republic capable of making the subject fabrics.)

**THREE** 

**Association:** Vestex Comission, Guatemala **Address:** 15 Ave. 14-72 Zone 13, 2<sup>nd</sup> Floor

(vestex@apparel.com.gt)

Karin de Leon (Market Access Excecutive)

(kdeleon@apparel.com.gt)

**Date Contacted:** March 24, 2009

Nature of Request: Contact information for members capable of producing subject

fabric (3A)

**Reply and Date:** March 24, 2009, Full List of Mills is Provided and Vestex has

indicates which mills produce denim and/or twill. Karin de Leon

will inform all Guatemalan companies. (3B)

*FOUR* 

**Association:** AHM, Asociacion Hondurena de Maquiladores

**Address:** Edificio Yude Canahuati 3 y 4 Piso, Avenida Circunvalacion S. O.,

Honduras

Angela Castillo (promotion)
(promocion@ahm-honduras.com)
Grisel Oseguera (promotion)
(promocion2@ahm-honduras.com)

Nelie Cruz (promotion)

(promocion3@ahm-honduras.com)

**Date Contacted:** March 24, 2009

Nature of Request: Contact information for members capable of producing subject

fabric (4A)

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**Reply and Date:** March 24 2009 HMA Astrid Vanesa Barnica informs us that the

organization will send our fabric specifications to all members, and that Honduras mills will contact us if they are able to produce and

supply. (4B)

**Follow up:** March 24 2009 We request list of mills in Honduras. (4C)

**Reply and Date:** March 24, 2009, Full List of 15 Mills is Provided, all and each is

contacted respectively. Details follow. (4D)

*FIVE* 

**Association:** Camtex, El Salvador

**Date Contacted:** March 24, 2009 = WebSite DOWN (5A)

(Note: A diligent search has failed to identify any mill in El

Salvador capable of making the subject fabrics.)

SIX

**Association:** Anitec, Nicaragua

Director@anitec.com.ni

Dean Garcia, Executive Director

**Date Contacted:** March 24, 2009

Nature of Request: Contact information for members capable of producing subject

fabric (6A)

EMAIL DOWN (6B)

Follow up: March 26, 2009 Second request for information . (6C)

**Reply and Date:** EMAIL DOWN (6D)

Follow up: March 30, 2009 Called official phone numbers, both local and

cellular listed number; Local number is down, cellular posted is

wrong number

**SEVEN** 

**Association(s):** National Coalition of Textile Organizations

910 17<sup>th</sup> Street, NW Washington, DC

Individual(s) Contacted: Cass M. Johnson, President

**Date(s) Contacted:** April 3, 2009 by Luis Mantica (7A)

April 10, 2009 by Luis Mantica (7B)

**Reply and Date:** No reply

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**EIGHT** 

**Association(s):** American Manufacturing Trade Action Coalition

910 16<sup>th</sup> Street, NW

Washington, DC

Individual(s) Contacted: Augustine Tantillo, Executive Director April 3, 2009 by Luis Mantica (8A)

April 10, 2009 by Luis Mantica (8B)

**Reply and Date:** No reply

<u>NINE</u>

**Association:** National Textile Association

6 Beacon Street Boston, MA

**Individual Contacted:** John Trumbull, President

**Date Contacted:** April 3, 2009 by Luis Mantica (9A)

**Reply and Date:** April 9, 2009 Trumbull publishes on official website ADI's request

to all members, which includes up to 300 daily subscribers: (9B)

Web AD: <a href="http://nationaltextile.blogspot.com/2009/04/nicaraguan-company-seeks-denim-">http://nationaltextile.blogspot.com/2009/04/nicaraguan-company-seeks-denim-</a>

fabric.html#links (9C)

**WebAd:** http://www.wikio.co.uk/international/americas/central america/nicaragua

Reply and Date: April 24, 2009 Trumbull indicated that its members did not

communicate any interest in supplying the subject fabrics (9D)

## **Cafta DR Mills:**

TEN

Mill: Cia Textil C.A., S.A.,

Address: PO Box 1411-1000, San Jose

Costa Rica

ctextil@racsa.co.cr

Individual Contacted: Jose Nowalski, General Manager

**Date Contacted:** March 24, 2009 by Luis Mantica (10A)

March 26, 2009 Second request for information (10B)

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**Reply and Date:** No reply received.

**ELEVEN** 

Mill: Maquila Textil de la Union,

(506) 2290-6138

Costa Rica

mtutex@racsa.co.cr

Individual Contacted: Mario Ossenbach, General Manager
Date Contacted: March 24, 2009 by Luis Mantica (11A)

**Reply and Date:** March 24 2009, Mr. Ossenbach confirms he cannot provide fabrics

(11B)

<u>TWELVE</u>

Mill: Tejidos y Confecciones Palmares

Address: Palmares

Costa Rica

Tejidosyconf\_palm@racsa.co.cr

Individual Contacted: Jose Pacheco, General Manager

**Date Contacted:** March 24, 2009 by Luis Mantica (12A)

March 26, 2009 Second Request for Information (12B)

**Reply and Date:** No reply received.

**THIRTEEN** 

Mill: Tejidos y Colores Rosario, SA

**Address:** 50 metros norte del Plantel del ICE, Santa Fe de Pavas

Costa Rica

rmctector@racsa.co.cr

Individual Contacted: Rodolfo Molina, General Manager Date Contacted: March 24, 2009 by Luis Mantica (13A)

**Reply and Date:** Email no longer in service (13B)

Follow Up: Visit website and sent internal request for contact information on

person responsible for supplying fabrics.

**Reply and Date:** No reply

FOURTEEN

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Mill: AKH S.A,

**Address:** Parque Industrial Green Valler, C Occidente, KM. 24m Quimistan,

Santa Barbara Honduras

teamm@anvilknitwear.com

Individual Contacted: Tem Mcinville, General Manager

**Date Contacted:** March 24, 2009 by Luis Mantica (14A)

March 26, 2009 Second request for information (14B)

**Reply and Date:** No reply received.

<u>FIFTEEN</u>

Mill: Caracol Knits,

Address: Zona Libre Caracol, Km. 200 C a Tegucigalpa

Honduras Ceiba Textiles

Zona Libre Caracol, Km. 200 C a Tegucigalpa

Honduras

dcastellanos@caracolknits.com

**Individual Contacted**: Denisse Castellanos, General Manager **Date Contacted**: March 24, 2009 by Luis Mantica (15A)

March 26, 2009 Second Request for Information (15B)

Reply and Date: March 26, 2009 Denisse Castellanos confirms they cannot

produce subject fabrics (15C)

*SIXTEEN* 

Mill: Cottonwise Textiles S.A.

Address: Bo Cabañas, 16 CII. 15 y 16 Ave. S.E. San Pedro Sula

Honduras

cwkim@cottonwise.com

Individual Contacted: Chan Wun Kim, General Manager
Date Contacted: March 24, 2009 by Luis Mantica (16A)

March 26, 2009 Second Request for Information (16B)

**Reply and Date:** No reply received.

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## <u>SEVENTEEN</u>

Mill: Elcatex S.A,

**Address:** Zip Tex, Choloma, Cortes

Honduras

chuy@elcatex.com

Individual Contacted: Jesus Canahuati, General Manager

Date Contacted: March 24, 2009 by Luis Mantica (17A)

March 26, 2009 Second Request for Information (17B)

**Reply and Date:** No reply received.

**EIGHTEEN** 

Mill: Gildan Activewear S.A,

Address: Parque Industrial San Miguel VI, Rio Nance, Choloma

Honduras

aduran@gildan.com

Individual Contacted: Alfonso Duran, General Manager
Date Contacted: March 24, 2009 by Luis Mantica (18A)

March 26, 2009 Second Request for Information (18B)

**Reply and Date:** No reply received.

**NINETEEN** 

Mill: Industrias Continental,

Address: Km12, 300Mts al Suz Pronorsa, Bufalo, Villanueva, Cortes

Honduras

Roberto.diban@dibangroup.com Roberto Diban, General Manager

Individual Contacted: Roberto Diban, General Manager

**Date Contacted:** March 24, 2009 by Luis Mantica (19A)

**Reply and Date:** March 25, 2009 Confirms it cannot supply fabrics (19B)

**TWENTY** 

Mill: Laticom S. de R.L. de C.V.,

**Address:** Zip Rio Blanco Calle 1 No Casa 22

Honduras

Batres.carol@hotmail.com

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Individual Contacted: Vilma Carolina Batres Cervantes, General Manager

**Date Contacted:** March 24, 2009 by Luis Mantica (20A)

March 26, 2009 Email no longer in service (20B)

**TWENTY ONE** 

Mill: RLA Manufacturing,

Address: Zona Libre La Jutosa, Choloma, Cortes

Honduras

rodriguezerik@russellcorp.com

Individual Contacted: Erik Rodriguez, General Manager
Date Contacted: March 24, 2009 by Luis Mantica (21A)

March 26, 2009 Second Request for Information (21B)

**Reply and Date:** No reply received.

TWENTY TWO

Mill: Roman Knit Honduras,

Address: Green Valley Industrial Park, Lote 7B, Km 23, Quimistan Santa

Barbara Honduras

wmodenessy@rkhsa.com

Individual Contacted: Wilfredo Modenesst, General Manager Date Contacted: March 24, 2009 by Luis Mantica (22A)

March 26, 2009 Second Request for Information (22B)

**Reply and Date:** No reply received.

TWENTY THREE

Mill: Simtex International,

Address: Edif #9 Green Valley Industrial Park, Km. 23 C S Occidente,

Quimistan, Santa Barbara

Honduras

azavala@simtex-international.com

Individual Contacted: Aldo Craso Zavala, General Manager
Date Contacted: March 24, 2009 by Luis Mantica (23A)

**Reply and Date:** March 24, 2009 Simtex confirms it cannot supply (23B)

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#### TWENTY FOUR

Mill: Woong Chun Honduras S.A,

Address: Km. 19.5 C a Occidente, Naco Sta. Barbara

Honduras

honduras@woongchun.com

Individual Contacted: Chan Wun Kim, General Manager
Date Contacted: March 24, 2009 by Luis Mantica (24A)

March 26, 2009 Second Request for Information (24B)

**Reply and Date:** No reply received.

TWENTY FIVE

Mill: Ametex,

Address: 43 calle 19-66 Zona 12

Guatemala

americatextil@intelnet.net.gt

Individual Contacted: Marco Tulio Bautista, General Manager Date Contacted: March 24, 2009 by Luis Mantica (25A)

March 26, 2009 Second Request for Information (25B)

**Reply and Date:** No reply received.

TWENTY SIX

Mill: Industrial Textil (Indutex), Address: 29 calle 3-03 Zona 12

Guatemala

administracion@toallasfaxel.com

**Individual Contacted**: Elmer Leonel Chinguichon, General Manager **Date Contacted**: March 24, 2009 by Luis Mantica (26A)

March 26, 2009 Second Request for Information (26B)

**Reply and Date:** No reply received.

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## TWENTY SEVEN

Mill: Industrias Liztex,

Address: Parques del Lago Km. 30.5 Ruta al Pacifico Amatitlan

Guatemala Roytex

Parques del Lago Km. 30.5 Ruta al Pacifico Amatitlan

Guatemala saul@liztex.com

**Individual Contacted**: Saul Mishan, General Manager

**Date Contacted:** March 24, 2009 by Luis Mantica (27A)

March 26, 2009 Second Request for Information (27B)

**Reply and Date:** No reply received.

TWENTY EIGHT

Mill: Monte Textil,

**Address:** Km. 18.5 Carretera a Mayan Golf Club Villa Nueva

Guatemala Frazima,

Km. 18.5 Carretera a Mayan Golf Club Villa Nueva

Guatemala

juancarlos@textisur.com

Individual Contacted: Juan Carlos Castaneda, General Manager Date Contacted: March 24, 2009 by Luis Mantica (28A)

**Reply and Date:** March 25, 2009 Monte Responds it can supply fabrics and sends

attachment of 4 page power point presentation on their company

generals (28B)

Follow Up: March 26, 2009 ADI requests basic info on Monte, abilities and

quantities it has produced in the past and may produce monthly

(28C)

**Reply and Date:** March 30, 2009 Monte sends emails stating it can produce 100,000

yards per month of "a fabric" (no specification of which fabric is

given) (28D)

Follow Up: March 30, 2009 ADI requests specifications of fabric offered with

quantity of 100,000 yards per month offered by Monte, and

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inquires for a Second Time to report the quantity Monte has

supplied the subject product in the last 24 months (28E)

Follow Up: April 2, 2009 ADI (Second Request) specifications of fabric

offered with quantity of 100,000 yards per month offered by Monte, and inquires for a Third Time to report the quantity Monte

has supplied the subject product in the last 24 months (28F)

**Reply and Date:** April 2, 2009 Monte sends email "will do"... (28G)

Follow Up: April 14, 2009 ADI requests once more information to substantiate

offer with concrete details of operation and examine validity (28H)

**Reply and Date:** April 15, 2009 Monte Textil responds it can only supply fabric #1

and #2; confirms it cannot supply fabric #3, #4, #5, #6, #7. (28I)

## TWENTY NINE

Mill: ACG DENIM

980 6<sup>Th</sup> avenue, 2<sup>nd</sup> floor

New York, NY 10018

Mill: AMERICAN COTTON GROWERS

PO Box 430

Littlefield, Texas 79339

jack.mathews@pcca.com

Individual(s) Contacted: Jack Mathews, Vice President – Sales

Date(s) Contacted: May 5, 2009 by Luis Mantica (29A)

May 7, 2009 by Luis Mantica (29B)

**Reply and Date:** May 7, 2009 Jack Mathews confirms it cannot supply. (29C)

<u>THIRTY</u>

Mill: Pro Textiles Inc

19 West 34<sup>th</sup> St #911 New York, NY 10001 protextiles@earthlink.net

**Individual(s) Contacted:** Madelaine Senter, Vice President **Date(s) Contacted:** May 5, 2009 by Luis Mantica (30A)

**Reply and Date:** May 5, 2009 Madelaine Senter, asking if only USA origin (30B)

May 7, 2009 by Luis Mantica (30C)

**Reply and Date:** May 7, 2009 Madelaine Senter says it cannot supply, expresses

that no US mill can supply our fabrics (30D)

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# THIRTY-ONE

Mill: PRIDE INTERNATIONAL CORP

224 W 35<sup>th</sup> Street Suite 408

New York, NY 10001 sales@pridefabrics.com

Individual(s) Contacted: Paul Mahanna, President

**Date(s) Contacted:** May 5, 2009 by Luis Mantica (31A)

May 7, 2009 by Luis Mantica (31B)

**Reply and Date:** No reply

As a result of these inquiries, American Design Industries is firmly of the conviction that the subject fabrics are not available in the region.

#### SUBSTITUTABLE PRODUCTS

No fabrics which differ from the fiber content, thread counts and plied yarn sizes set forth in the Attachment. Fabrics not satisfying all of these criteria are not substitutable for the subject fabrics. No fabric which differs from the specifications set forth in the Exhibit is substitutable for the subject fabric and will not be accepted by American Design Industries or, more importantly, its customer.

If you have any questions or require further information with regard to this request, please contact Luis Carlos Mantica at (505) 888-58110 or *via* e-mail to American.design.industries@gmail.com.

Sincerely,

Luis Carlos Mantica Managing Partner

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### **ATTACHMENT**

**HTS Subheading:** 5209.42.00

**Fiber Content:** 96% to 97% cotton 4% to 3% spandex

**Average Yarn Number:** 18/IMC; 30/IMC

**Thread Count:** 39 warp ends x 19 filling picks per Square

Centimeter

**Weave Type:** 3 Thread Twill

**Weight:** 343.45-415.58 grams/m2

**Width:** 132.08 to 137.16 centimeters

**Finish:** Yarn Dyed; Stone Washed (Indigo)

Variance allowance of up to three percent for content, ten percent for yarn size, ten percent for thread count, and ten percent for fabric width.